

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 1874 - SB 2035

March 2, 2014

SUMMARY OF BILL: Effective July 1, 2014, establishes a delinquency date of July 1, instead of June 1, for payment of the occupation privilege tax.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Under current law, the occupation privilege tax of \$400 is due and payable on June 1 of each year, and taxes paid after June 1 are considered delinquent.
- Changing the delinquency date to July 1, rather than June 1, is estimated to first result in an impact in calendar year 2015, as all taxes due by June 1, 2014 under current law, will have been paid by the effective date of this bill (July 1, 2014).
- Any impact on state revenue is considered not significant as any tax payments received on or before July 1, 2015, will still be considered revenue received in FY14-15 due to the state's accrued accounting methodology.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

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